

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 2128 – HB 2165

March 3, 2014

SUMMARY OF ORIGINAL BILL: Establishes and clarifies processes and procedures for the collection of delinquent taxes. Authorizes the use of the official property number as provided by Tenn. Code Ann. § 67-5-806 to be sufficient description of the property when advertising. Deletes Tenn. Code Ann. §67-5-2505, §67-5-2512, §67-5-2513, and §67-5-2514, relative to land purchased by the state at delinquent property tax sales, the division of land purchased jointly by the state and another political subdivision, and the resale of property purchased by the state.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures – Not Significant

Increase Local Expenditures – Not Significant

Other Fiscal Impact – Due to unknown variables, the fiscal impact to local government revenue cannot be determined.

SUMMARY OF AMENDMENT (013451): Deletes Section 17 (n) of the original bill and rewrites it such that the only substantive change directs the delinquent property tax sale to be set aside upon the court declaring that the redemption is complete.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption for the bill as amended:

- According to the Administrative Office of the Courts, the bill as amended will not result in any significant fiscal impact to the state court system.
- According to the Comptroller of the Treasury, the bill as amended will not fiscally impact the Division of Property Assessments or the Office of State Assessed Properties.
- According to the Department of Revenue and the Department of General Services, the bill as amended will not result in any significant impact to either department.

- According to the County Technical Assistance Service, the bill as amended will result in increased local revenue from collections of delinquent property taxes.
- Due to unknown variables, such as whether the procedures established by the bill as amended will increase or decrease the current collection of delinquent property taxes for local governments and the extent of any such increase or decrease from current collections, a precise fiscal impact to local government cannot reasonably be determined.
- Any costs for the implementation of the provisions of this bill are estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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